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NSC BRIEFING

29 December 1960

BACKGROUND

BELGIAN STRIKES

- I. Ten-day Socialist-instigated strikes spreading today.
 - Strikes are protest against proposed economic austerity bill of Prime Minister Eyskens' Social Christian (catholic)-Liberal government to offset loss of Congo.
 - 1. Bill calls for increased taxes and reduced social welfare expenditures to offset loss of Congo revenues.
 - 2. Opposition Socialist leadership, originally reluctant, now heavily committed to strike.
 - 3. Socialists trying to force Eyskens to reconvene parliament, hoping parliament under mounting pressure will defeat bill, also possibly cause downfall of government.
 - В. Violence and demonstrations increasing but no one killed as yet.
 - 1. Massive demonstrations expected in Brussels today.
 - Government has brought back six Infantry companies from Germany and plans to bring 10 more.
 - Strikes virtually general in southern (Walloon) industrial C. area, partial in Brussels and somewhat less effective in Flemish cities (Antwerp, Ghent, Bruges).
 - But Socialists are endeavoring to extend strikes into Brussels and Flemist country. Strikes spreading there today.
- Stability of the Eyskens' government not threatened as long as II. the Roman Catholic trade unions continue to refuse to strike.

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- A. Organized labor is divided approximately equal between Roman Catholic and Socialist trade unions.
 - Socialists strong in Walloon south, while Roman Catholics strength is in Flemish north.
- B. Rank-and-file Roman Catholic trade unionists appear so far to be generally obeying leaders decision (27 December) remain on jobs.
 - 1. But continued support may depend upon government modifying its austerity bill.
 - a. There have been negotiations between the Roman Catholic Federation (CSC) and the government.
- III. Efforts are being made to find settlement.
 - A. Socialist trade unions do not have any substantial "war chest" and Socialist leaders do not want to create bad feeling between Socialist and Roman Catholic rank-and-file.
 - 1. Would adversely effect any future cabinet cooperation.
 - B. Eyskens government's chances of survival practically nonexistent if Roman Catholic trade unions desert party.
 - C. King-honeymooning in Spain-is standing by and may be obliged to intervene if situation deteriorates.
 - 1. Could call in principal leaders for consultations.